

Dominion Virginia Power Energy Conservation Plan

Voltage Conservation Initiative



Energy Conservation Plan

- □ Reaches 1/3 of Virginia's 10% conservation goal
 - 2.6 million megawatt-hours annually by 2013
 - Enough electricity to power 216,000 typical homes
- □ \$1 billion in customer savings in 15 years
- Carbon dioxide reduced by 12 million tons



Energy Conservation Programs

- "Smart Grid" technology
- Incentives for:
 - Energy-efficient home construction
 - Energy-efficient lighting
 - Air conditioner cycling
 - Heat pump efficiency
 - Commercial energy efficiency
- Power cost monitors
- Refrigerator turn-in program
- Energy audits and improvements for low-income customers





What is "Smart Grid" technology?

- ☐ Smart Grid describes the **end-state vision** for "a 21st century electric system that connects everyone to abundant, affordable, clean, efficient, and reliable electric power anytime, anywhere"*
- Advanced Metering Infrastructure (AMI) allows the integration of technologies to enable two-way communication between Dominion and consumers – the foundation for a Smart Grid
- Customers benefit from more information to manage energy use, more choices on price and service, and better power quality and reliability
- Society benefits from more efficient delivery of electricity and reduced environmental impact



Voltage Conservation Program

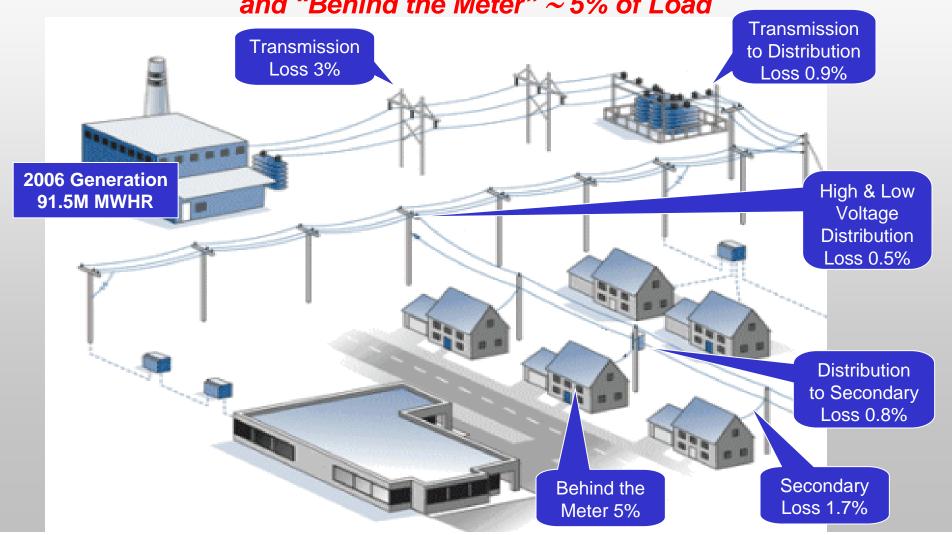
Using innovative technology for more precise delivery of power

- Smart meters enable more precise control of voltage, providing energy savings during off-peak periods
- Voltage conservation program applies to 80% of our customers
- 1.5 M MWHR estimated annual energy savings
- Saves enough energy to power 100,000 homes every year

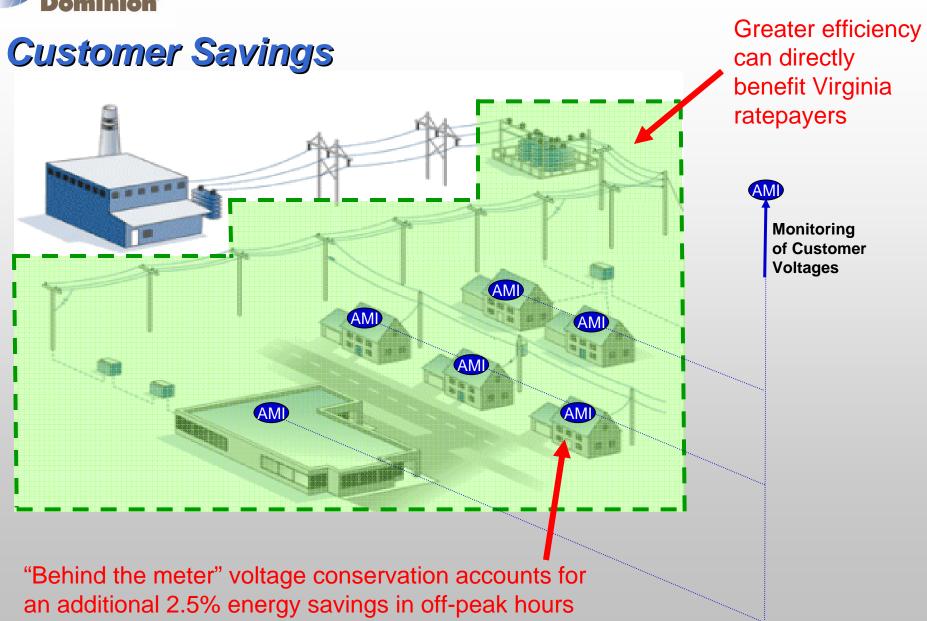


Transmission and Distribution Losses

2006 Electric System Loss ~ 7% of Generation and "Behind the Meter" ~ 5% of Load







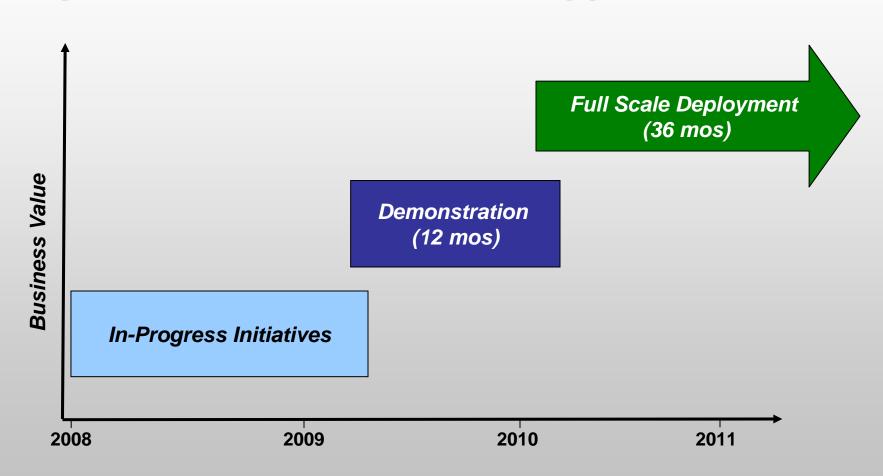


SCC Approval Needed

- \$600 million investment
- Demonstration implementation
 - 200,000 meters: Charlottesville, East Richmond, Leesburg
- ☐ Full Deployment
 - AMI: 100% of 2.3 M customers
 - Voltage Conservation: 80% of customers



Implementation: A Measured Approach





Rising Fuel Costs

The Opportunity is Now

Investment
Tipping Point

Home Digital Equipment

AMI



Voltage Conservation Program Benefit Summary

Customer

- Lower monthly bill because of fuel savings
- No required change in behavior or loss of comfort
- Numerous customer service benefits through Smart Grid and AMI infrastructure (ie. immediate outage reporting, power consumption monitoring)

Governor's Virginia Energy Plan

- Reduces off-peak energy consumption
- Meets 16% of targeted energy savings goal (33% when combined with other conservation initiatives)
- Reduces carbon footprint